



UNITED STATES  
NUCLEAR REGULATORY COMMISSION

REGION II  
SAM NUNN ATLANTA FEDERAL CENTER  
61 FORSYTH STREET, SW, SUITE 23T85  
ATLANTA, GEORGIA 30303-8931

May 26, 2006

Mr. Dominique Grandemange, Manager  
AREVA NP, Inc  
Mt. Athos Road Site  
1724 Mount Athos Road  
P.O. Box 11646  
Lynchburg, VA 24506-1646

SUBJECT: LICENSEE PERFORMANCE REVIEW (LPR) OF LICENSED ACTIVITIES FOR  
AREVA NP LYNCHBURG FACILITY DOCKET NUMBER 70-1201

Dear Mr. Grandemange:

The NRC Region II and Headquarters staffs completed a review of the Lynchburg Facility inspection results and performance in conducting NRC licensed activities. The review covered the period May 02, 2004 through April 21, 2006. AREVA's performance was evaluated in the following areas: Safety Operations, Radiological Controls, Facility Support, and Special Topics. This letter provides to you the results of our review, and will be used as a basis for establishing the NRC oversight program for your conduct of licensed activities during the next 24 months.

The review showed that AREVA NP - Lynchburg continued to conduct its activities safely; protecting public health and safety, and protecting the environment. The current review disclosed similar results as the previous performance review. Based on the current review and your demonstrated performance to continue and operate the facility safely, the NRC will generally conduct inspections at your facility at the minimum level of inspection designated for a Category III fuel assembly facility. Of course, this may change if your work focus significantly changes.

We will discuss the results of our review with you at a meeting open to the public in Lynchburg, Virginia on July 13, 2006. During the meeting, we expect you to discuss your view of your performance in the same major areas as the NRC evaluated.

In accordance with 10 CFR 2.390 of the NRC's "Rules of Practice," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

D. Grandemange

Please refer questions and comments about our review of AREVA's performance to Mr. David Ayres, who can be reached by telephone at 404-562-4711.

Sincerely,

***/RA/ J. Henson acting for***

Douglas M. Collins, Director  
Division of Fuel Facility Inspection

Docket No. 70-1201  
License No. SNM-1168

Enclosure: Licensee Performance Review

cc w/encl:  
Charlie Holman, Manager  
Environmental, Health, Safety and Licensing  
AREVA NP, Inc.  
Lynchburg Manufacturing Facility  
P. O. Box 11646  
Lynchburg, VA 24506-1646

Leslie P. Foldesi, Director  
Bureau of Radiological Health  
Division of Health Hazards Control  
Department of Health  
109 Governor Street, Room 916  
Richmond, VA 23219

Distribution w/encl: (See page 3)

D. Grandemange

Distribution w/encl:

- D. Ayres, RII
- A. Gooden, RII
- R. Pierson, NMSS
- G. Janosko, NMSS
- J. Lubinski, NMSS
- M. Galloway, NMSS
- B. Reilley, NMSS
- M. Baker, NMSS
- J. Cruz, NSIR
- B. Bonser, RII
- PUBLIC

**\*see previous concurrence**

PUBLICLY AVAILABLE     
  NON-PUBLICLY AVAILABLE     
  SENSITIVE     
  NON-SENSITIVE

ADAMS: X Yes      ACCESSION NUMBER: \_\_\_\_\_

OFFICE	RII:DFFI	RII:DFFI					
SIGNATURE	AG 5/25	WBG for 5/26					
NAME	AGooden*	DAyres					
DATE	5/ /2006	5/ /2006	5/ /2006	5/ /2006	5/ /2006	5/ /2006	5/ /2006
E-MAIL COPY?	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO

LICENSEE PERFORMANCE REVIEW FOR AREVA NP-LYNCHBURG  
**ASSESSMENT PERIOD: May 2, 2004 to April 21, 2006**

The following is a summary of the performance of AREVA NP-Lynchburg, in the conduct of NRC licensed activities.

**PERFORMANCE AREA: SAFETY OPERATIONS**

This area is comprised of chemical safety, nuclear criticality safety (NCS), plant operations, and fire safety.

**Program Areas Needing Improvement**

- No specific areas needing improvement were identified in safety operations.

**PERFORMANCE AREA: RADIOLOGICAL CONTROLS**

This area is comprised of radiation protection, environmental protection, waste management, and transportation.

**Program Areas Needing Improvement**

- No specific areas needing improvement were identified in radiological controls.

**PERFORMANCE AREA: FACILITY SUPPORT**

This area is comprised of maintenance and surveillance, training, emergency preparedness, and management organization and controls.

**Program Areas Needing Improvement**

- No specific areas needing improvement were identified in facility support.

**PERFORMANCE AREA: SPECIAL TOPICS (LICENSING ACTIVITIES)**

This area is comprised of safety licensing.

**Program Areas Needing Improvement**

- No specific areas needing improvement were identified.